IN THE UNITED STATES BANKRUPTCY COURT FOR THE WESTERN DISTRICT OF TEXAS AUSTIN DIVISION

IN RE: \$ ILS PRODUCTS, LLC \$ \$ DEBTOR \$ BANKRUPTCY CASE NO. 24-11040

STATEMENT OF OPERATIONS

3:44 PM 07/25/24 Accrual Basis

ILS Products LLC Profit & Loss

January through December 2024

| | Jan - Dec 24 |
|--|---|
| Ordinary Income/Expense | |
| Income | |
| Income Accounts 4010 · Sales 4012 · RH Square Sales 4013 · RH Stripe Sales 4020 · Shipping and Delivery Income 4510 · Sales Discounts 49900 · Uncategorized income | 712,661.40 200,869.75 21,275.36 5,471.41 -48,765.61 1,394.39 |
| Total Income Accounts | 892,906.70 |
| 49901 · Uncategorized Income | 4,532.42 |
| Total Income | 897,439.12 |
| Cost of Goods Sold Cost of Goods Sold 5100 · Purchases 5101 · Sales Tax Paid on Purchases 5102 · Service Charge 5100 · Purchases - Other | 639.62 12,729.21 156,431.05 |
| Total 5100 · Purchases | 169,799.88 |
| 5110 · Inventory Adjustments 5120 · Freight & Shipping Costs 5130 · Assembly 5139 · Leased Equipment 5145 · Packaging 5145.3 · Fitting Boxes | -17,870.52 139,179.45 76,544.14 5,010.89 |
| Total 5145 · Packaging | 9,323.71 |
| 5150 · Powder Coating 5210 · Sales Commissions Paid 5405 · Shipping Supplies 5410 · Warehouse Supplies 5415 · Vehicle & Machine Expenses Cost of Goods Sold - Other | 25,000.00 10,694.91 6,701.90 27,246.92 1,940.37 219,882.46 |
| Total Cost of Goods Sold | 673,454.11 |
| Total COGS | 673,454.11 |
| Gross Profit | 223,985.01 |
| Expense Employee Reimbursement Sales Refunds Square Sales Refunds | 20,357.04 32,633.91 |
| Sales Refunds - Other | 965.56 |
| Total Sales Refunds | 33,599.47 |
| 6000 · Advertising and Promotion 6010 · Trade Show & Conf Registration 6020 · Bank Service Charges 6021 · Inuit Merchant Services Fees 6022 · Square Merchant Services Fees 6023 · Stripe Merchant Services Fees 6030 · Charitable Contributions 6040 · Computer and Internet Expenses 6042 · Consultant Expenses 6055 · Dues and Subscriptions 6060 · Equipment Rental 6065-02 · Health Care Expense 6065 · Insurance Expense | 74,655.26 13,641.55 2,925.72 1,929.64 11,222.98 1,884.02 1,227.32 806.99 20,033.37 2,251.67 3,304.39 11,790.12 8,444.78 |

3:44 PM 07/25/24 Accrual Basis

ILS Products LLC Profit & Loss

January through December 2024

| 6080 · Office Supplies 2,929.9 6083 · Payroll Expense 36,170.48 6083-01 · Permanent Salaries 14,800.00 6083-02 · Regular Salaries 14,800.00 6083-04 · Payroll Tax Liability 40,856.37 6083 · Payroll Expense · Other 147,255.92 Total 6083 · Payroll Expense · Other 239,082.7 6084 · Payroll Service Fee 96.5 6087 · Postage and Delivery 80.6 6099 · Printing and Reproduction 982.0 6092 · Professional Fees 38,462.8 6095 · Rent Expense 28,000.0 6096.1 · Deposited Check Returned -38,324.6 6098 · Taxes - Property 1,830.0 6098 · Taxes - Other 228.4 6099 · Telephone Expense 8,337.9 6100 · Travel Expense 4,613.86 6100 · O1 · Airline Charges 4,613.86 6100 · 02 · Client Meals and Entertainment 1,493.23 6100 · 03 · Employee Meals 2,431.59 6100 · O3 · Employee Meals 2,431.59 6100 · O6 · Hotel 6,412.91 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8< | | Jan - Dec 24 |
|---|---------------------------------------|--|
| 6083 - Payroll Expense 36,170.48 6083-01 - Permanent Salaries 14,800.00 6083-02 - Regular Salaries 14,800.00 6083-04 - Payroll Tax Liability 40,856.37 6083 - Payroll Expense - Other 147,255.92 Total 6083 - Payroll Expense 239,082.7 6084 - Payroll Service Fee 96.5 6087 - Postage and Delivery 80.6 6098 - Printing and Reproduction 982.0 6092 - Professional Fees 38,462.8 6095 - Rent Expense 28,000.0 6096.1 - Deposited Check Returned -38,324.6 6098.1 - Taxes - Other 228.4 6099 - Telephone Expense 8,337.9 6100 - Travel Expense 4,613.86 6100 - Travel Expense 4,613.86 6100 - 02 - Client Meals and Entertainment 1,493.23 6100 - 03 - Employee Meals 2,431.59 6100 - 04 - Car Rental, Taxi & Shuttle Exp 2,884.67 6100 - 08 - Personal Auto Expenses 5,762.93 Total 6100 - Travel Expense 5,762.93 Total Expense 523,547.9 Net Ordinary Income -299,562.9 < | 6075 · Miscellaneous Expense | 4,389.28 |
| 6083-01 · Permanent Salaries 36,170.48 6083-02 · Regular Salaries 14,800.00 6083-04 · Payroll Tax Liability 40,856.37 6083 · Payroll Expense - Other 147,255.92 Total 6083 · Payroll Expense - Other 239,082.7 6084 · Payroll Service Fee 96.5 6087 · Postage and Delivery 80.6 6090 · Printing and Reproduction 982.0 6092 · Professional Fees 38,462.8 6095 · Rent Expense 28,000.0 6096.1 · Deposited Check Returned -38,324.6 6098 · Taxes - Property 1,830.0 6093.1 · Taxes - Other 228.4 6099 · Telephone Expense 8,337.9 6100 · Travel Expense 4,613.86 6100 · O1 · Airline Charges 4,613.86 6100 · O2 · Client Meals and Entertainment 1,493.23 6100 · O3 · Employee Meals 2,431.59 6100 · O4 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100 · O8 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 5,762.93 Total Expense 523,547.9 Net Ordinary Income -299,562.9 | 6080 · Office Supplies | 2,929.96 |
| 6083-02 · Regular Salaries 14,800.00 6083-04 · Payroll Tax Liability 40,856.37 6083 · Payroll Expense - Other 147,255.92 Total 6083 · Payroll Expense 239,082.7 6084 · Payroll Service Fee 96.5 6087 · Postage and Delivery 80.6 6090 · Printing and Reproduction 982.0 6092 · Professional Fees 38,462.8 6095 · Rent Expense 28,000.0 6096.1 · Deposited Check Returned -38,324.6 6098 · Taxes - Property 1,830.0 6098.1 · Taxes - Other 228.4 6099 · Telephone Expense 8,337.9 6100 · Travel Expense 4,613.86 6100 · Travel Expense 4,613.86 6100 · O2 · Client Meals and Entertainment 1,493.23 6100 · O3 · Employee Meals 2,431.59 6100 · O4 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100 · O6 · Hotel 6,412.91 6100 · O8 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense | • | |
| 6083-04 · Payroll Expense - Other 40,856.37 6083 · Payroll Expense 239,082.7 Total 6083 · Payroll Expense 239,082.7 6084 · Payroll Service Fee 96.5 6087 · Postage and Delivery 80.6 6090 · Printing and Reproduction 982.0 6092 · Professional Fees 38,462.8 6095 · Rent Expense 28,000.0 6096.1 · Deposited Check Returned -38,324.6 6098 · Taxes - Other 228.4 6099 · Telephone Expense 8,337.9 6100 · Travel Expense 4,613.86 6100 · O1 · Airline Charges 4,613.86 6100 · O2 · Client Meals and Entertainment 1,493.23 6100 · O3 · Employee Meals 2,431.59 6100 · O4 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100 · O6 · Hotel 6,412.91 6100 · O8 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense 523,547.9 Other Income/Expense -299,562.9 Other Expense -4,289.5 <th></th> <th></th> | | |
| 6083 · Payroll Expense - Other 147,255.92 Total 6083 · Payroll Service Fee 96.5 6084 · Payroll Service Fee 96.5 6087 · Postage and Delivery 80.6 6090 · Printing and Reproduction 982.0 6092 · Professional Fees 38,462.8 6095 · Rent Expense 28,000.0 6096.1 · Deposited Check Returned -38,324.6 6098 · Taxes - Property 1,830.0 6098.1 · Taxes - Other 228.4 6099 · Telephone Expense 8,337.9 6100 · Travel Expense 4,613.86 6100 · O1 · Airline Charges 4,613.86 6100 · O2 · Client Meals and Entertainment 1,493.23 6100 · O3 · Employee Meals 2,431.59 6100 · O4 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100 · O5 · Hotel 6,412.91 6100 · O8 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6900 · Reconciliation Discrepancies 166.8 Total Expense 523,547.9 Net Ordinary Income -299,562.9 Other Income/Expense -4,289.5 <th></th> <th></th> | | |
| Total 6083 · Payroll Expense 239,082.7 6084 · Payroll Service Fee 96.5 6087 · Postage and Delivery 80.6 6090 · Printing and Reproduction 982.0 6092 · Professional Fees 38,462.8 6095 · Rent Expense 28,000.0 6096.1 · Deposited Check Returned -38,324.6 6098 · Taxes - Property 1,830.0 6098.1 · Taxes - Other 228.4 6099 · Telephone Expense 8,337.9 6100 · Travel Expense 4,613.86 6100 · O1 · Airline Charges 4,613.86 6100 · O2 · Client Meals and Entertainment 1,493.23 6100 · O2 · Client Meals and Entertainment 1,493.23 6100 · O3 · Employee Meals 2,431.59 6100 · O4 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100 · O5 · Hotel 6,412.91 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense 523,547.9 Net Ordinary Income -299,562.9 Other Income/Expense Other Income/Expense Other Income/Expense <th></th> <th></th> | | |
| 6084 · Payroll Service Fee 96.5 6087 · Postage and Delivery 80.6 6090 · Printing and Reproduction 982.0 6092 · Professional Fees 38,462.8 6095 · Rent Expense 28,000.0 6096.1 · Deposited Check Returned -38,324.6 6098 · Taxes - Property 1,830.0 6098.1 · Taxes - Other 228.4 6099 · Telephone Expense 8,337.9 6100 · Travel Expense 6100-01 · Airline Charges 4,613.86 6100-02 · Client Meals and Entertainment 1,493.23 6100-03 · Employee Meals 2,431.59 6100-04 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100-06 · Hotel 6,412.91 6100-08 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense 523,547.9 Net Ordinary Income -299,562.9 Other Income/Expense Other Expense 80000 · Ask My Accountant -4,289.5 | 6083 · Payroll Expense - Other | 147,255.92 |
| 6087 · Postage and Delivery 80.6 6090 · Printing and Reproduction 982.0 6092 · Professional Fees 38,462.8 6095 · Rent Expense 28,000.0 6096.1 · Deposited Check Returned -38,324.6 6098 · Taxes - Property 1,830.0 6098.1 · Taxes - Other 228.4 6099 · Telephone Expense 8,337.9 6100 · Travel Expense 4,613.86 6100 · Travel Expense 4,613.86 6100 · O2 · Client Meals and Entertainment 1,493.23 6100 · O3 · Employee Meals 2,431.59 6100 · O4 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100 · O5 · Hotel 6,412.91 6100 · O8 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense Other Income/Expense 523,547.9 Other Income/Expense 6000 · Ask My Accountant -4,289.5 | Total 6083 · Payroll Expense | 239,082.77 |
| 6090 · Printing and Reproduction 982.0 6092 · Professional Fees 38,462.8 6095 · Rent Expense 28,000.0 6096.1 · Deposited Check Returned -38,324.6 6098 · Taxes · Property 1,830.0 6098.1 · Taxes · Other 228.4 6099 · Telephone Expense 8,337.9 6100 · Travel Expense 4,613.86 6100 · O1 · Airline Charges 4,613.86 6100 · O2 · Client Meals and Entertainment 1,493.23 6100 · O3 · Employee Meals 2,431.59 6100 · O4 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100 · O6 · Hotel 6,412.91 6100 · O8 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense Other Income/Expense Other Income/Expense Other Expense 80000 · Ask My Accountant -4,289.5 | | 96.51 |
| 6092 · Professional Fees 38,462.8 6095 · Rent Expense 28,000.0 6096.1 · Deposited Check Returned -38,324.6 6098 · Taxes - Property 1,830.0 6098.1 · Taxes - Other 228.4 6099 · Telephone Expense 8,337.9 6100 · Travel Expense 4,613.86 6100 · O1 · Airline Charges 4,613.86 6100 · O2 · Client Meals and Entertainment 1,493.23 6100 · O3 · Employee Meals 2,431.59 6100 · O4 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100 · O6 · Hotel 6,412.91 6100 · O8 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense 523,547.9 Net Ordinary Income -299,562.9 Other Income/Expense Other Expense 80000 · Ask My Accountant -4,289.5 | | 80.63 |
| 6095 · Rent Expense 28,000.0 6096.1 · Deposited Check Returned -38,324.6 6098 · Taxes - Property 1,830.0 6098.1 · Taxes - Other 228.4 6099 · Telephone Expense 8,337.9 6100 · Travel Expense 4,613.86 6100 · O1 · Airline Charges 4,613.86 6100 · O2 · Client Meals and Entertainment 1,493.23 6100 · O3 · Employee Meals 2,431.59 6100 · O4 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100 · O6 · Hotel 6,412.91 6100 · O8 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense 523,547.9 Net Ordinary Income -299,562.9 Other Income/Expense Other Expense 80000 · Ask My Accountant -4,289.5 | | 982.06 |
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| 6099 · Telephone Expense 8,337.9 6100 · Travel Expense 4,613.86 6100-01 · Airline Charges 4,613.86 6100-02 · Client Meals and Entertainment 1,493.23 6100-03 · Employee Meals 2,431.59 6100-04 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100-06 · Hotel 6,412.91 6100-08 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense 523,547.9 Net Ordinary Income -299,562.9 Other Income/Expense -299,562.9 Other Expense -4,289.5 80000 · Ask My Accountant -4,289.5 | • • | |
| 6100 · Travel Expense 4,613.86 6100-01 · Airline Charges 4,613.86 6100-02 · Client Meals and Entertainment 1,493.23 6100-03 · Employee Meals 2,431.59 6100-04 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100-06 · Hotel 6,412.91 6100-08 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense Other Income/Expense -299,562.9 Other Income/Expense -299,562.9 Other Expense 80000 · Ask My Accountant -4,289.5 | | |
| 6100-01 · Airline Charges 4,613.86 6100-02 · Client Meals and Entertainment 1,493.23 6100-03 · Employee Meals 2,431.59 6100-04 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100-06 · Hotel 6,412.91 6100-08 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense Other Income/Expense -299,562.9 Other Expense 80000 · Ask My Accountant -4,289.5 | • • | 6,337.90 |
| 6100-02 · Client Meals and Entertainment 1,493.23 6100-03 · Employee Meals 2,431.59 6100-04 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100-06 · Hotel 6,412.91 6100-08 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense Net Ordinary Income -299,562.9 Other Income/Expense Other Expense Other Expense 80000 · Ask My Accountant -4,289.5 | | 4 613 86 |
| 6100-03 · Employee Meals 2,431.59 6100-04 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100-06 · Hotel 6,412.91 6100-08 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense Net Ordinary Income -299,562.9 Other Income/Expense Other Expense 80000 · Ask My Accountant -4,289.5 | | |
| 6100-04 · Car Rental, Taxi & Shuttle Exp 2,884.67 6100-06 · Hotel 6,412.91 6100-08 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense Net Ordinary Income -299,562.9 Other Income/Expense Other Expense 80000 · Ask My Accountant -4,289.5 | | • |
| 6100-06 · Hotel 6,412.91 6100-08 · Personal Auto Expenses 5,762.93 Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense 523,547.9 Net Ordinary Income -299,562.9 Other Income/Expense Other Expense 80000 · Ask My Accountant -4,289.5 | | • |
| Total 6100 · Travel Expense 23,599.1 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense 523,547.9 Net Ordinary Income -299,562.9 Other Income/Expense -4,289.5 Other Expense -4,289.5 | · · · · · · · · · · · · · · · · · · · | • |
| 6110 · Utilities 5,611.8 66900 · Reconciliation Discrepancies 166.8 Total Expense 523,547.9 Net Ordinary Income -299,562.9 Other Income/Expense Other Expense 80000 · Ask My Accountant -4,289.5 | 6100-08 · Personal Auto Expenses | 5,762.93 |
| 66900 · Reconciliation Discrepancies Total Expense 523,547.9 Net Ordinary Income -299,562.9 Other Income/Expense Other Expense 80000 · Ask My Accountant -4,289.5 | Total 6100 · Travel Expense | 23,599.19 |
| Total Expense 523,547.9 Net Ordinary Income -299,562.9 Other Income/Expense Other Expense 80000 · Ask My Accountant -4,289.5 | 6110 · Utilities | 5,611.80 |
| Net Ordinary Income -299,562.9 Other Income/Expense Other Expense 80000 · Ask My Accountant -4,289.5 | 66900 · Reconciliation Discrepancies | 166.84 |
| Other Income/Expense Other Expense 80000 · Ask My Accountant -4,289.5 | Total Expense | 523,547.95 |
| Other Expense 80000 · Ask My Accountant -4,289.5 | Net Ordinary Income | -299,562.94 |
| 80000 · Ask My Accountant -4,289.5 | • | |
| Total Other Expense -4,289.5 | • | -4,289.50 |
| | Total Other Expense | -4,289.50 |
| Net Other Income 4,289.5 | Net Other Income | 4,289.50 |
| Net Income -295,273.4 | Net Income | -295,273.44 |